

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)	
BARNESBURG WATER ASSOCIATION)	CASE NO. 90-238

O R D E R

On August 20, 1990, Barnesburg Water Association ("Barnesburg") filed its revised tariff with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and 807 KAR 5:068. The Commission subsequently requested that additional information be filed and advised Barnesburg that the running of time for entry of the Commission's Order would be stayed until the necessary information was filed. The required information was filed on September 24, 1990, and the record is now complete.

The Commission, having reviewed the evidence of record and being sufficiently advised, finds:

1. Barnesburg's supplier, city of Somerset, increased its rate for wholesale water from \$1.25 to \$1.55 per 1,000 gallons effective July 1, 1990.
2. Barnesburg increased the rates to its customers, effective August 1, 1990.
3. During the 12 months ending June 30, 1990, Barnesburg purchased 44,907,000 gallons of water and sold 37,592,693 gallons.

4. Barnesburg's calculations are correct and show that the increase in purchased water costs is \$13,472, resulting in a purchased water adjustment of 36 cents per 1,000 gallons.

5. The purchased water adjustment of 36 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

6. The tariff sheet filed by Barnesburg is correct and should be approved as filed.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of 36 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are hereby approved for services rendered on and after August 1, 1990.

2. The tariff sheet filed by Barnesburg is approved as filed.

3. Within 20 days of the date of this Order, Barnesburg shall file a copy of the notice to its customers and verification that such notice has been given.

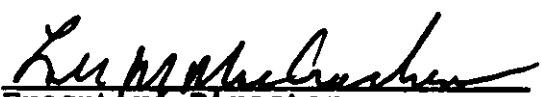
Done at Frankfort, Kentucky, this 2nd day of October, 1990.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

ATTEST:


Executive Director


Commissioner

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 90-238 DATED October 2, 1990.

The following rates and charges are prescribed for the customers in the area served by Barnesburg Water Association. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Usage Blocks

Monthly Rates

First 1,500 gallons	\$8.06 Minimum Bill
Next 1,500 gallons	3.29 per 1,000 gallons
Next 2,000 gallons	3.04 per 1,000 gallons
Over 5,000 gallons	2.79 per 1,000 gallons

Minimum Monthly Rates by Meter Size

5/8" x 3/4" meter	\$ 8.06 minimum bill for 1,500 gallons
1"	19.08 minimum bill for 5,000 gallons
2"	33.03 minimum bill for 10,000 gallons